

The State of Utah

Department of Natural Resources

Division of Oil, Gas & Mining

ROBERT L. MORGAN
Executive Director

LOWELL P. BRAXTON Division Director OLENE S. WALKER
Governor

OGM

GAYLE F. McKEACHNIE
Lieutenant Governor

Inspection Report

Permit Number:	C0070039
Inspection Type:	PARTIAL
Inspection Date:	Thursday, April 14, 2011
Start Date/Time:	4/14/2011 10:00:00 AM
End Date/Time:	4/14/2011 3:00:00 PM
Last Inspection:	Tuesday, March 22, 2011

Inspector: Steve Demczak,
Weather: Cloudy, Upper 40's
InspectionID Report Number: 2717

Accepted by: jhelfric

5/3/2011

Permitee: CANYON FUEL COMPANY Operator: CANYON FUEL COMPANY

Steve Demczak

Site: **DUGOUT CANYON MINE**

Address: PO BOX 1029, WELLINGTON UT 84542

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

Mineral Ownership 1

Types of Operations

ermitted	✓ Federal	✓ Underground
isturbed	✓ State	Surface
ase I	County	Loadout
ase II	✓ Fee	Processing
se III	Other	Reprocessing
	isturbed ase I ase II	sturbed State County State Fee

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Inspector's Signature:

Steve Demczak,

Inspector ID Number: 39

Date

Monday, April 18, 2011



Permit Number: C0070039 Inspection Type: PARTIAL

Inspection Date: Thursday, April 14, 2011

Page 2 of 3

REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale				
2.	Signs and Markers	✓		✓	
3.	Topsoil	✓		✓	
4.a	Hydrologic Balance: Diversions	✓		~	
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	✓		~	
4.c	Hydrologic Balance: Other Sediment Control Measures				
4.d	Hydrologic Balance: Water Monitoring				
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives				
6.	Disposal of Excess Spoil, Fills, Benches				
7.	Coal Mine Waste, Refuse Piles, Impoundments	✓		V	
8.	Noncoal Waste	✓		~	
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage	Y		✓	
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control	✓		✓	
15.	Cessation of Operations				
16.a	a Roads: Construction, Maintenance, Surfacing				
16.Ł	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations	✓		✓	
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
	Other				

Permit Number: C0070039
Inspection Type: PARTIAL

Inspection Date: Thursday, April 14, 2011

Page 3 of 3

2. Signs and Markers

The permit sign is located at the gate to the property. Information meets the minimium requirements of the R645 Coal Rules.

3. Topsoil

The topsoil pile are not snow covered. There was no signs of wind or water erosion to the topsoil piles.

4.a Hydrologic Balance: Diversions

The permittee has cleaned out several diversion, but several other will need cleaned out in the near future. The diversions are still functioning as designed.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

The sediment pond did contained water but was not discharging. It is not likely to discharge in the near future. Permittee did remove some sediment from the pond last month.

7. Coal Mine Waste, Refuse Piles, Impoundments

The refuse pile was inspected and I did not see any hazardous conditions. The road within the refuse pile areas did have dust coming off when trucks drove on the road. It also had dust coming of the road when the wind blew. The permittee needs to water the road to reduce the dust.

8. Noncoal Waste

The mine site was clear of non-coal waste materials.

10. Slides and Other Damage

No slides or other damage was noticed during the inspection.

14. Subsidence Control

Subsidence information was in the annual report.

18. Support Facilities, Utility Installations

No new facilities were constructed since the last inspection.